

Simon Consulting, LLC
Robert Sonnenschein, et. al. v. Palo Verde Capital, LLC, et. al.

PVPE, LLC & Palo Verde Fund, LP
Sources & Uses Analysis: Executive Summary

Exhibit 1

SOURCES OF CASH:

Investor Transactions	
Investor Deposits	\$ 37,481,719
Investor Withdrawals	\$ 12,558,882
Net Investor Transactions	\$ 24,922,836
Business Income	43,735,791
Gross Inca Loan Proceeds	600,000
Unknown Deposits	40,878,486

TOTAL SOURCES OF CASH: \$ 110,137,114

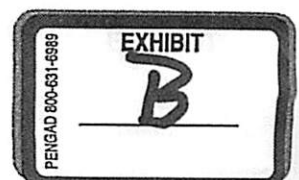
USES OF CASH:

Net Investment Losses	\$ (16,960,257)
Net Securities Losses	(3,675,021)
Net Transfers to Related Parties	
Tony Stacy	(3,811,868)
Jim Strickland	(30,142)
Paul Ross	(130,671)
Martin Garber	(32,315)
Calvin Purdin	(6,450)
Subtotal	<u>(4,011,446)</u>
Business Expenses	
Payroll Expenses	(2,241,213)
Professional Fees	(837,087)
Legal Fees	(337,726)
Miscellaneous Business Expenses	(36,623,480)
Rent	(564,520)
Cynthia Robertson Interior Designs	(143,706)
Subtotal	<u>(40,747,733)</u>
Other Transactions	
Credit Card/Loan Payments	(21,974,501)
Miscellaneous Individuals	(381,452)
Miscellaneous Other Transactions	(74,591)
Inca Loan Fees & Closing Costs	(20,725)
Subtotal	<u>(22,451,269)</u>
Unknown Withdrawals	(16,785,261)
Net Intercompany Transfers to Non-Summarized Accounts	(6,554,016)

TOTAL USES OF CASH: \$ (111,185,002)

REMAINING BALANCE (AS OF 12/31/13): \$ (1,047,888)

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**PVPE, LLC & Palo Verde Fund, LP
Sources & Uses Analysis: Summary**

Exhibit 2

Category	Deposits	Withdrawals	Net Total	Notes
Intercompany Transfers				
Palo Verde Fund, LP - JEF 0194	987,089	12,867,638	(11,880,549)	
Palo Verde Fund, LP - JEF 0195	21,765,554	41,908	21,723,646	
Palo Verde Fund, LP - JEF 5471	5,345,664	25,342,031	(19,996,367)	
Palo Verde Fund, LP - JEF 5472	12,337,089	2,059,000	10,278,089	
Palo Verde Fund, LP - JEF 5473	3,663,748	690,841	2,972,906	
Palo Verde Fund, LP - Merlin 3200	84,866	2,738,493	(2,653,627)	
Palo Verde Fund, LP - Merlin 6048	302,925	-	302,925	
Palo Verde Fund, LP - PER 4710	3,367,322	3,214,757	152,566	
Palo Verde Fund, LP - PER 4714	277,058	257,642	19,416	
Palo Verde Fund, LP - Think 9978	190,841	500,051	(309,210)	
Palo Verde Fund, LP American Express	-	283,766	(283,766)	
Palo Verde Private Equity Fund, LP - PER 5741	1,460,015	210,000	1,250,015	
Palo Verde Private Equity Fund, LP - Schwab 9872	346,591	258,807	87,784	
PVPE, LLC - Chase 2048	743	15,500	(14,757)	
PVPE, LLC - Chase 9353	322,930	1,889,335	(1,566,405)	
Empire Financial Services, Inc. - Security 9958	20,786,452	22,273,744	(1,487,292)	
Empire Financial Services, Inc. - Security 1685	-	1,598	(1,598)	
Empire Financial Services, Inc. - Security 0085	21,431,468	17,474,935	3,956,533	
Empire Financial Services, Inc. - Security 1715	67	532,560	(532,493)	
Empire Financial Services, Inc. - Security 0332	283,985	284,349	(364)	
Empire Financial Services, Inc. - Merlin 3769	1,286,934	3,255,778	(1,968,844)	
Empire Financial Services, Inc. - Firstar 9325	9,833	10,000	(167)	
American Energy Solutions 4124	3,330,934	212,087	3,118,847	
American Energy Solutions 4132	6,087	3,073,374	(3,067,287)	
Acumen Energy Solutions 9372	-	100,000	(100,000)	
Subtotal Intercompany Transfers	97,588,194	97,588,194	-	
Other Intercompany Transfers (Non-Summarized Accounts)				
Palo Verde Fund, LP - MIG 0600	1,462,000	1,500,000	(38,000)	[1]
Paragon Capital Advisors, LLC - ONB Bank & Trust	3,113	12,842	(9,730)	[2]
American Energy Solutions (unknown acct)	7,163	4,497,063	(4,489,901)	
Acumen Energy (unknown acct)	-	236,875	(236,875)	
Acumen Energy Bill.com Account	206,078	1,985,590	(1,779,511)	
Subtotal Other Intercompany Transfers	1,678,353	8,232,370	(6,554,016)	
Related Parties				
Calvin Purdin	-	6,450	(6,450)	
Jim Strickland - Cable Expense	-	1,717	(1,717)	
Jim Strickland - Personal Expenses	265	10,029	(9,764)	
Jim Strickland - Restaurants/Groceries	-	7,860	(7,860)	
Jim Strickland - Travel	418	11,219	(10,801)	
Martin Garber	-	32,315	(32,315)	
Paul Ross	37,000	366,726	(329,726)	[3]
Paul Ross - CMT / PAR III, Inc.	352,613	115,900	236,713	[3]
Paul Ross - Personal Expenses	-	341	(341)	
Paul Ross - Restaurants/Groceries	-	9,034	(9,034)	
Paul Ross - Travel Expenses	391	28,675	(28,283)	
Tony Stacy	89,773	577,982	(488,209)	
Tony Stacy - Alan Kaplan Note	150,000	-	150,000	
Tony Stacy - Barry Zemel Note	150,000	-	150,000	
Tony Stacy - Cable Expense	-	25,898	(25,898)	
Tony Stacy - Cash Withdrawals	-	15,160	(15,160)	

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Sources & Uses Analysis: Summary

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Category	Deposits	Withdrawals	Net Total	Notes
Tony Stacy - Credit Card Payment (PV Capital, LLC)	359,801	-	359,801	
Tony Stacy - DC Ranch	-	38,359	(38,359)	
Tony Stacy - Empire Repayment from Inca Loan	-	360,135	(360,135)	[4]
Tony Stacy - Eruces Stock Purchase	-	425,000	(425,000)	[5]
Tony Stacy - Nephro Tech I LLC	-	175,000	(175,000)	
Tony Stacy - ONB Bank/PFG Loan	-	131,860	(131,860)	
Tony Stacy - Personal Expenses	3,304	465,734	(462,430)	
Tony Stacy - Palo Verde Capital, LLC	143,250	1,071,124	(927,874)	[6]
Tony Stacy - Patrick Horsman Loan	325,000	210,000	115,000	[7]
Tony Stacy - Rachael Stacy	-	42,103	(42,103)	
Tony Stacy - Restaurants/Groceries	-	110,931	(110,931)	
Tony Stacy - Travel Expenses	1,813	197,310	(195,497)	
Tony Stacy - Tulsa Nat'l Bank	-	47,831	(47,831)	[8]
Tony Stacy - Verde Capital	882,525	-	882,525	
Tony Stacy - Whisper Rock	-	23,854	(23,854)	[9]
Subtotal Related Parties	2,496,154	4,508,547	(2,012,394)	
Investments				
Aeromedical Collection Service	93,545	250,726	(157,181)	
AFI Investments, LLC	1,549,894	1,350,000	199,894	
American Energy Solutions	903,172	4,452,167	(3,548,995)	
Arizona Diamondbacks	725,000	635,000	90,000	
Aviary China II, LLP	15,138	250,000	(234,862)	
Aviary China III, LLP	-	1,000,000	(1,000,000)	
Bees Free, Inc.	-	250,188	(250,188)	
BOAI Pharmaceuticals/Asia Leechdom Holding Corp.	379,105	463,151	(84,046)	[10]
Empire Financial Services, Inc.	-	1,403,852	(1,403,852)	[11]
FF Arabian, LLC	4,000,000	8,278,784	(4,278,784)	[13]
FF Touchback, LLC	3,600,000	3,000,000	600,000	
HPCG Hospital Investment, LLC	609,692	2,742,804	(2,133,112)	
Ice Now, LLC	150,000	550,000	(400,000)	
John & Nancy Pearce	259,000	200,000	59,000	
Once Fallen, LLC	1,250,000	1,000,000	250,000	
Palo Properties, LLC	1,105	1,212,760	(1,211,655)	[14]
Palo Properties, LLC - Schwab 7279	444	919,031	(918,586)	[15]
Palo Properties, LLC - Property Taxes Paid from Inca Loan	-	3,019	(3,019.17)	[12]
Palo Verde Energy Fund, LLC	-	997,691	(997,691)	
Phonetermet DBA Maestro	1,170,667	1,000,000	170,667	
PV Capital, LLC/Chris Jensen	345,000	495,500	(150,500)	
SDX Acquisition, LLC	12,730	683,792	(671,062)	
Sidewinder Investment Group LLC	39,092	722,621	(683,529)	
South Yale Properties, LLC	290,000	655,092	(365,092)	[16]
South Yale Properties, LLC - Schwab 8823	48,255	262,612	(214,357)	[17]
TCP-GBS Investment I, LLC	142,083	275,000	(132,917)	
TCP Mach Speed Investment, LLC	246,087	369,202	(123,114)	
TCP Peds Rehab, LLC	279,254	250,000	29,254	
TCP SuccessED	562,500	1,003,200	(440,700)	
Trunkbow International Holdings Limited	972,156	1,006,857	(34,701)	
The Reserve/HPCG Real Estate Fund I, LLC	2,629,363	2,100,000	529,363	
USDA Capital Corp.	15,821,122	15,121,015	700,107	
Wolfgang Puck Bistro	-	150,600	(150,600)	
Subtotal Investments	36,094,406	53,054,662	(16,960,257)	

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PVPE, L.L.C. & Palo Verde Fund, L.P.
Sources & Uses Analysis: Summary

Exhibit 2

Category	Deposits	Withdrawals	Net Total	Notes
<i>Investor Transactions</i>				
Palo Verde Global Core Plus. L.P.	66,568	47,423	19,145	[18]
C. Scott Anthony	100,000	113,713	(13,713)	[19]
Lynne H. Anthony Revocable Trust Dtd. 11/30/2001	2,158,000	-	2,158,000	
William Austin IRA	460,408	21,611	438,797	
Keevin Barnes	286,653	20,000	266,653	
Keevin Barnes Roth IRA	6,000	-	6,000	
Michael Beck IRA	450,000	144,425	305,575	
Edward H. Bellatti	1,000,000	743,051	256,949	
Bentley Bobrow	459,965	486,377	(26,412)	
Bentley Bobrow IRA	358,500	379,086	(20,586)	
Kenny Bobrow Trust	750,000	803,344	(53,344)	
John R. Cassinus IRA	467,000	-	467,000	
John R. Cassinus Roth IRA	15,000	-	15,000	
D'Lesia Lynn Chambers	1,000,000	16	999,984	
Ashley Dalton IRA	49,000	28,025	20,975	
Bryan Dalton	144,000	146,089	(2,089)	
Bryan Dalton SEP IRA	119,500	-	119,500	
The Robert A. & Pamela L. East Revocable Trust	223,398	222,948	450	
Robert Eckholt	250,000	-	250,000	
Michael Farley	1,150,000	-	1,150,000	
Michael Farley IRA	105,216	-	105,216	
Marlin Garber, Jr. IRA	1,000,000	-	1,000,000	
Barbara J. Gilmore IRA	339,636	33,095	306,541	
Barbara J. Gilmore IRA (Inherited)	670,000	121,177	548,823	
Gerald R. Hale IRA	756,350	675	755,675	
Janie B. Hale IRA	16,000	250	15,750	
Janie B. Hale Revocable Trust Dtd. 11/04/1994	427,005	-	427,005	
Neely & Susan Hall	481,000	214,050	266,950	

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PVPE, L.L.C. & Palo Verde Fund, LP
Sources & Uses Analysis: Summary

Exhibit 2

Category	Deposits	Withdrawals	Net Total	Notes
Neely Keith Hall IRA	49,000	23,050	25,950	
Ronnie W. Herron Revocable Trust Dtd. 01/28/2003	826,405	-	826,405	
Gloria Jane Hooker IRA	284,000	-	284,000	
LeRoy G. Hooker IRA	56,000	-	56,000	
Craig H. Jackson Trust Dtd. 06/06/1997	9,000,000	2,238,938	6,761,062	
Rachel M. Jensen	90,000	92,473	(2,473)	
Robert Krier IRA	64,000	-	64,000	
Stevn K. Krier	16,000	150	15,850	
Leonard Family Trust	451,370	77,000	374,370	
Patricia S. Leonard IRA	38,500	250	38,250	
Patricia S. Leonard IRA (Inherited)	55,500	-	55,500	
Philip A. Logsdon IRA	750,000	587,796	162,204	
Brenda L. Maples SEP IRA	775,000	548,684	226,316	
Shane Martin	326,588	46,300	280,288	
Shane Martin Roth IRA	19,000	500	18,500	
Shane Martin SEP IRA	11,500	200	11,300	
Shane Martin Simple IRA	86,000	-	86,000	
Carolyn Sue Mcmillon IRA	300,000	28,350	271,650	
Larry Mcmillon IRA	200,000	19,000	181,000	
Patricia R. McWilliams Trust Dtd. 03/16/2006	300,012	283,011	17,001	
Bryce Molder	600,000	555,000	45,000	
Nbrn Corp. Employee Stock Ownership Plan Trust A&B	750,000	-	750,000	
Joan O'Toole IRA	21,015	1,153	19,862	
Tim & Joan O'Toole JT WROS	461,000	10,000	451,000	
Tim O'Toole IRA	36,325	692	35,633	
Tim O'Toole IRA (Inherited)	176,350	16,640	159,710	
Andrew Parkinson Revocable Trust IMA	500,000	510,106	(10,106)	
Kay Parkinson Revocable Trust IMA	500,000	510,106	(10,106)	
Deidre M. Peters IRA	500,000	284,600	215,400	
Victor R. Postillion	100,000	94,175	5,825	
James Stanley Powers IRA	321,000	241,200	79,800	
Patricia Ann Powers Trust	59,000	4,500	54,500	
Calvin O. & Pamela S. Purdin Jt Ten	654,453	100,000	554,453	
Calvin O. Purdin IRA	163,034	500	162,534	
Randy Riall IRA	550,000	500	549,500	
Lendell E. Rice	64,500	65,292	(792)	
Lendell E. Rice IRA	135,500	137,165	(1,665)	
Se Partners, LLC 401K Plan	54,990	54,990	0	
Se Partners, LLC Defined Benefit Plan	321,761	321,761	-	
Jean Shildt IRA	153,500	-	153,500	
Todd & Jean Shildt	145,446	-	145,446	
Todd Shildt IRA	181,500	-	181,500	
Charles Shipp IRA	179,500	250	179,250	
Jolyn Smith IRA	252,000	29,400	222,600	
Lloyd Smith IRA	154,000	100	153,900	
Robert Sonnenschein IRA	909,949	648	909,302	
James P. Strickland	70,000	91,875	(21,875)	
Robert Sugar IRA	1,000,000	1,044,402	(44,402)	
United Heating & Cooling, Inc.	1,000,000	1,004,917	(4,917)	
James Westerman IRA	262,321	852	261,469	
Karla Westerman IRA	68,500	2,000	66,500	
Karla Westerman Trust	128,000	5,000	123,000	
Subtotal Investor Transactions	37,481,719	12,558,882	24,922,836	

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Category	Deposits	Withdrawals	Net Total	Notes
Securities Transactions				
Gains & Losses	22,973,394	22,958,419	14,976	
Interest & Dividends	236,740	34,201	202,539	
Purchases & Sales	675,315,394	679,207,930	(3,892,536)	
Subtotal Securities Transactions	698,525,529	702,200,550	(3,675,021)	
Business Transactions				
Advisory Fees	1,081,395	4,292	1,077,102	[8]
Consulting Fees	26,151	216,833	(190,683)	
401k Contributions	-	72,328	(72,328)	
Advertising	-	123,656	(123,656)	
Bank Fees	77	25,656	(25,579)	
Bloomberg Finance LP	-	47,454	(47,454)	[20]
Commissions	-	32,627	(32,627)	
Cynthia Robertson Interior Designs	-	143,706	(143,706)	[21]
Dues & Licenses	-	20,533	(20,533)	
Miscellaneous	249	7,730	(7,482)	
Insurance - Business	7	86,774	(86,767)	
Insurance - Disability	-	7,427	(7,427)	
Insurance - Employee Medical	-	313,936	(313,936)	
Insurance - Life	-	4,181	(4,181)	
Interest	10	-	10	
Legal Fees - Albright Rusher & Hardcastle, PC	-	2,119	(2,119)	
Legal - BF&D	-	5,000	(5,000)	
Legal Fees - Business Filings	-	267	(267)	
Legal Fees - Gillett Mottern & Walker LLP	-	64,853	(64,853)	
Legal Fees - Gordon & Rees, LLP	-	2,500	(2,500)	
Legal Fees - Johnson & Jones	-	828	(828)	
Legal Fees - Jones Gotcher & Bogan PC	-	10,592	(10,592)	[22]
Legal Fees - Mustoe Law Firm	-	9,210	(9,210)	[22]
Legal Fees - Wilkin McMurray PLLC	-	318	(318)	
Legal Fees - Winter Law Group PLC	-	82,080	(82,080)	[22]
Legal Fees - Matthew Janssen	-	2,250	(2,250)	
Legal Fees - Duane Morris LLP	-	1,454	(1,454)	
Legal Fees - CT Corporation	-	3,219	(3,219)	
Legal Fees - Michael S. Martin	-	25,308	(25,308)	
Legal Fees - Shaffer Lombardo Shurin	-	47,250	(47,250)	
Legal Fees - Chinnery Evans & Nail	-	605	(605)	
Legal Fees - Davis, Ketchmark, McCreight & Kennedy	-	5,000	(5,000)	
Legal Fees - Kenneth S. Womack	-	10,200	(10,200)	
Legal Fees - Dunn & Davison	-	5,000	(5,000)	
Legal Fees - Galarnyk & Associates	-	40,000	(40,000)	
Legal Fees - Jones, Gotcher & Bogan	-	5,172	(5,172)	
Legal Fees - Lundeen & Lundeen	-	1,225	(1,225)	
Legal Fees - McDowell, Rice, Smith & Buchanan	-	12,259	(12,259)	
Legal Fees - Monroe & Associates	-	1,018	(1,018)	
Meals	-	547	(547)	
Office Supplies & Services	10,503	743,228	(732,726)	
Payroll Expenses	27	2,241,240	(2,241,213)	[8]
Professional Fees - Connally & Associates, PC	-	62,192	(62,192)	
Professional Fees - Dylan Corporate Services, Inc.	-	132,928	(132,928)	[22][23]
Professional Fees - Morgan Hunter Co.	-	26,774	(26,774)	
Professional Fees - Clark, Geer, Latham & Assoc.	-	476	(476)	
Professional Fees - Dug & Brudstreet	-	1,208	(1,208)	

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Category	Deposits	Withdrawals	Net Total	Notes
Professional Fees - MarksNelson	-	15,365	(15,365)	
Professional Fees - Holmes & Holmes	-	274	(274)	
Professional Fees - Smith & Boucher	-	117,207	(117,207)	
Professional Fees - Freudenrich Benefits Consulting	-	116,640	(116,640)	
Professional Fees - L.L.B&L	-	900	(900)	
Professional Fees - McGladrey & Pullen, LLP	-	102,558	(102,558)	
Professional Fees - Michael J Liccar & Co CPAs	-	92,239	(92,239)	
Professional Fees - PartnersAdmin LLC	-	141,000	(141,000)	
Professional Fees - Pilgrim Funds	-	4,097	(4,097)	
Professional Fees - Ronald Stone	-	14,000	(14,000)	
Professional Fees - Securities Compliance Advisors	-	8,775	(8,775)	
Professional Fees - Tulsa Connect	-	454	(454)	
Rent	-	564,520	(564,520)	
Simple IRA Contributions	-	79,163	(79,163)	[8]
Shipping	18	41,967	(41,949)	
Taxes	390	1,669,791	(1,669,401)	
Telecommunications	266	239,307	(239,041)	
Travel	-	4,692	(4,692)	
Utilities	-	16,039	(16,039)	
Empire Contract Revenue	40,984,114	720,404	40,263,710	
Empire Cost of Goods Sold	1,165	31,751,296	(31,750,131)	
American Energy Revenue	2,315,894	-	2,315,894	
American Energy Cost of Goods Sold	30,679	1,359,223	(1,328,544)	
Acumen Energy Revenue	269,767	-	269,767	
Acumen Cost of Goods Sold	-	19,286	(19,286)	
Subtotal Business Transactions	44,720,710	41,732,652	2,988,059	
Inca Loan Transactions				
Inca Loan - Gross Loan Proceeds	600,000	-	600,000.00	[12]
Inca Loan - Loan Fees & Closing Costs	481	21,206	(20,725.00)	[12]
Subtotal Inca Loan Transactions	600,481	21,206	579,275	

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Category	Deposits	Withdrawals	Net Total	Notes
Miscellaneous Individuals				
Andy Scherer	-	5,200	(5,200)	
Alan Kaplan	-	-	-	
Barry Zemel	-	-	-	
Brian Walterbach	-	1,695	(1,695)	
Chris Jensen	-	13,400	(13,400)	
Cyndy Johnston	-	1,277	(1,277)	
Dale Jensen	-	1,500	(1,500)	
Dan Patterson	-	100,000	(100,000)	
David Beene	-	3,136	(3,136)	
David Raubach	-	9,167	(9,167)	
Dwight Smith	-	1,809	(1,809)	
Henry Pol	-	1,060	(1,060)	
Joe Sposi	-	5,975	(5,975)	
Joe Worden	-	48,530	(48,530)	
John Heilner	-	22,607	(22,607)	
Leroy Dollarhide	-	4,000	(4,000)	
Mika Yates	-	16,442	(16,442)	
Meg Flannagan	-	1,250	(1,250)	
Patrick W. Bartle	-	9,900	(9,900)	
Stephanie Hollingshead	-	117,367	(117,367)	
Troy Moran - Mary K. Moran	-	7,354	(7,354)	
Valerie Lynch	-	9,784	(9,784)	
Subtotal Miscellaneous Individuals	-	381,452	(381,452)	
Other Transactions				
Auto Payment	-	44,464	(44,464)	
Charitable Contributions	-	2,300	(2,300)	
Credit Card/Loan - BankFirst	-	18,794	(18,794)	
Credit Card/Loan - BancFirst Loan	-	4,459,649	(4,459,649)	
Credit Card/Loan - Capital One	-	72,859	(72,859)	
Credit Card/Loan - Chase	-	240,947	(240,947)	
Credit Card/Loan - Citi Cards	-	4,570	(4,570)	
Credit Card/Loan - City National Bank	209,452	805,320	(595,868)	
Credit Card/Loan - Empire American Express	-	68,025	(68,025)	
Credit Card/Loan - HSBC Card Services	-	354	(354)	
Credit Card/Loan - Oklahoma State Bank	-	266,468	(266,468)	
Credit Card/Loan - Security Bank	-	13,685,125	(13,685,125)	
Credit Card/Loan - RCB Bank Pioneer	-	2,304,503	(2,304,503)	
Credit Card/Loan - Washington Mutual	-	150	(150)	
Credit Card/Loan - Imperial Credit Corporation	-	60,814	(60,814)	
Credit Card/Loan - Crossfirst	142,000	71,374	70,626	
Credit Card/Loan - Arvest	-	105,000	(105,000)	
Credit Card/Loan - Unknown	69,000	181,000	(112,000)	
Harvey Howard, Inc.	-	10,500	(10,500)	
JB Leach, LLC	-	12,000	(12,000)	
Loan - Robert Eckholt	-	50,000	(50,000)	
Paragon Financial Group	26,795	9,053	17,742	
RMJ Electrical Contractors	-	23,069	(23,069)	
Reversed Items	1,959,309	1,959,309	-	
Subtotal Other Transactions	2,406,556	24,408,884	(22,002,328)	

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PVPE, LLC & Palo Verde Fund, LP
Sources & Uses Analysis: Summary

Exhibit 2

Category	Deposits	Withdrawals	Net Total	Notes
Verde Capital Transactions				
Red Mountain Storage	-	1,999,052	(1,999,052)	
Unknown Transactions				
Unknown Transfers	6,500	15,549	(9,049)	
Empire Financial Services - Unknown Transactions	27,738,921	13,269,004	14,469,918	
American/Acumen Unknown Transactions	13,133,065	3,500,707	9,632,357	
Subtotal Unknown Transactions	6,500	15,549	24,093,225	
Grand Total	962,470,587	963,518,475	(1,047,888)	
			0	

Notes:

- [1] This account with MF Global is a currency exchange account. MF Global has since gone bankrupt and ceased activity. All attempts to obtain bank records were unsuccessful.
 - [2] The original bank account for the Paragon Capital Advisors, LLC, General Partner of the fund. - Per Tony Stacy
 - [3] Paul Ross paid his PAR III (non-receivership, non-Fund company) payroll through the General Partner's bank account and payroll system. - Per Paul Ross and Tony Stacy
 - [4] \$360,135 in proceeds from the Inca loan on the Palo Properties house were used to repay Empire Financial Services for the Cancer Care Associates contract.
 - [5] Stock purchased and held by DC Capital Partners, LLC. - Per Tony Stacy. On the books as a loan to the General Partner.
 - [6] Non-receivership entity. Palo Verde Capital, LLC was the Registered Investment Advisor company operated by Tony Stacy. - Per Tony Stacy
 - [7] Note between Tony Stacy and Patrick Horsman to repay Empire Financial Services for the Cancer Care Associates contract.
 - [8] Per Paragon Capital Advisors, LLC's Quickbooks provided by Tony Stacy.
 - [9] Golf Membership held by Tony Stacy.
 - [10] Palo Verde Fund, LP borrowed \$1 million from Bay Peak, LLC to purchase shares and warrants in BOAI Pharmaceuticals, LLC. Bay Peak indicated that the Fund has made payments totaling \$511,526; however the Receiver is unable to locate alleged payments of \$11,554.00 on 05/20/11, \$20,747.14 on 07/07/11, and \$16,074.00 on 09/14/11 from the receivership entities' bank accounts.
 - [11] Payments to Empire Financial Services included various fund business expenses.
 - [12] Palo Properties, LLC borrowed \$600,000.00 from Inca Properties secured by the entity's property. The loan proceeds were used as shown below, and the remaining funds (\$215,640.00) were deposited into a Palo Verde, LP bank account. A partial refund of these closing costs totaling \$480.83 was later deposited into an account held by Palo Verde Private Equity Fund, L.P.
- | | |
|---|---------------|
| Gross loan proceeds | \$ 600,000.00 |
| Paid to Empire Financial Services, Inc. | (360,135.00) |
| Property taxes paid on behalf of Palo Properties, LLC | (3,019.17) |
| Loan fees & closing costs | (21,205.83) |
| Net loan proceeds deposited to Palo Verde Fund, LP account: | \$ 215,640.00 |
- [13] The \$4,000,000 received was an investment in the fund, not a repayment of the investment. This receipt is used to offset the investment for the purposes of this analysis.
 - [14] Includes the purchase of the DC Ranch property as well as payments made by the fund on behalf of Palo Properties, LLC.
 - [15] Consists of transfers made between Palo Verde Fund's bank account and a bank account dedicated to Palo Properties, LLC.
 - [16] Includes the purchase of the properties as well as payments made and received by the fund on behalf of South Yale Properties, LLC.
 - [17] Consists of transfers made between Palo Verde Fund's bank account and a bank account dedicated to South Yale Properties, LLC.
 - [18] Palo Verde Global Core Plus was an entity operated by Tony Stacy and Bob Boulware under the Palo Verde Umbrella. It was disbanded after one year - Per Tony Stacy.
 - [19] Scott Anthony's interest in the fund is primarily through the Lynne H. Anthony Trust. Scott and Lynne divorced in 2011.
 - [20] A terminal was rented from Bloomberg, LP for trading activity.

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PVPE, LLC & Palo Verde Fund, LP
Sources & Uses Analysis: Summary

Exhibit 2

Category	Deposits	Withdrawals	Net Total	Notes
[21]				Interior designer for Palo Properties as well as Palo Verde's office. The Receiver believes the design services provided to Palo Properties were paid by Palo Properties.
[22]				Includes investment-related expenses.
[23]				Dylan Corporate Services is an accounting and consulting firm owned and operated by Robert Eckholt. Dylan Corporate Services provided due diligence and accounting work for the fund on multiple investments. Dylan also provided private jet services to Tony Stacy. - Per Tony Stacy

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